LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 2, 2005**, upon the application of **SANDALWOOD EXPLORATION**, **L.P.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Discorbis 15 Sand, Reservoirs A, B and C,** in the Bayou Postillion Field, Iberia Parish, Louisiana.

- 1. To dissolve the unit created by Office of Conservation Order No. 386-Y, effective October 5, 2004, and designated DISC 15 RA SUA, and simultaneously therewith to create two (2) drilling and production units for the exploration for and production of gas and condensate from the Discorbis 15 Sand, Reservoir A, said units being shown on the plat submitted with the application and being designated DISC 15 RA SUA and DISC 15 RA SUB.
- 2. To establish rules and regulations governing the exploration for and production of gas and condensate from the Discorbis 15 Sand, Reservoirs B and C and to create two (2) drilling and production units for the Discorbis 15 Sand, Reservoir B, and two (2) drilling and production units for the Discorbis 15 Sand, Reservoir C, such units being shown on the plat submitted with the application and being designated DISC 15 RB SUA, DISC 15 RB SUB, DISC 15 RC SUA and DISC 15 RC SUB.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each separate tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate Sandalwood Exploration, L.P., as operator of, and its Cotten Land Corp et al No. 1 Well, as the unit well for, DISC 15 RA SUA.
- 5. To designate Century Exploration Company, as operator of, and its Herold Hodges & Lee No. 1 Well as the unit well for, DISC 15 RA SUA.
- 6. To provide that future wells drilled to the Discorbis 15 Sand, within or outside of the proposed units, be located in accordance with the provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 7. To provide that the Commissioner of Conservation may reclassify these reservoirs by Supplemental Order and without the necessity of a public hearing should any such reclassification be warranted based on evidence furnished to the Commissioner.
- 8. To extend, except as in conflict herewith, the pertinent provisions of Office of Conservation Order No. 386-Y, effective October 5, 2004, to the proposed units.
- 9. To further define the Discorbis 15 Sand as that gas and condensate bearing interval encountered between the measured depths of 13,435 feet and 13,592 feet (13,145 feet and 13,287 feet TVD), in the Century Exploration Company Herold Hodges & Lee No. 1 Well, located in Section 23, Township 12 South, Range 11 East, Iberia Parish, Louisiana.
- 10. To consider such other matters as may be pertinent.

- 6 -<u>BAYOU POSTILLION FIELD</u> 05-839

The Discorbis 15 Sand, in the Bayou Postillion Field, Iberia Parish, Louisiana, is currently defined in Office of Conservation Order No. 386-Y, effective October 5, 2004.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 6/27/05;6/30/05 L dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.